ON PAGE

NEW YORK TIMES 27 AUGUST 1981

EMPLOYEES OF C.I.A. AIDED LIBYAN DEAL

Agency Says It Dismissed Two for Roles in Unauthorized Plan to Train Terrorists

WASHINGTON, Aug. 28 (AP) — The Central Intelligence Agency acknowledged today that some of its employees, without its knowledge, had supported a former agent, Edwin P. Wilson, in his dealings with the Libyan leader, Muammar el-Qaddafi.

mar el-Qaddafi.
Mr. Wilson and another former agent.
Frank Terpil, were indicted by a Federal grand jury here on April 25, 1980, on charges of illegally supplying Colonel Qaddafi with explosive timers, setting up a terrorist training school in Libya and conspiring to commit a political assassination for the Libyan leader.

In a brief statement, a spokesman for the Central Intelligence Agency, Dale Peterson, said two employees had been forced to resign by the agency's director at that time, Adm. Stansfield Turner.

Others Identify the Two

Mr. Peterson declined to name the two employees, but several law enforcement sources said they were Patry Loomis and William Weisenburger.

"The investigation establishes that there was no official encouragement or involvement by the C.I.A.," the agency statement said. "Some employees were found to have provided support without agency knowledge and action was taken against them."

Mr. Peterson said that the two employees were the subject of a public statement by Admiral Turner on April 26, 1977. Admiral Turner said then: "I have today received and accepted the resignations of two employees of the Central Intelligence Agency. They displayed a lack of professionalism and judgment. These two individuals were performing services which were not authorized by the C.I.A. on behalf of friends who happened to be former C.I.A. officers."

Says He Handed Out Big Bills

Meanwhile, in Honolulu, Luke F. Thompson, a former master sergeant with the Army Special Forces, or Green Berets, said that a man identifying himself as Patry Loomis had recruited him and former members of the Special Forces to go to Libya four years ago to train terrorists. He said that Mr. Loomis handed out \$100 bills "like Green Stamps" and told him each man would get about 34,500 a month plus a bonus.

Mr. Thompson said that Mr. Loomis confacted him on July 21, 1977, which would be almost three months after his dismissal from the C.I.A.

Mr. Wilson was actually in charge of the operation, The New York-Times reported today.

Sanitized Copy Approved for Release 2010/07/28: CIA-RDP90-00552R000707070006-6